



FUND OBJECTIVE

The fund implements an active investment policy by investing mainly in shares of large cap companies included in the main stock indices of the regulated markets in Eastern Europe. The fund's strategy is mainly based on a top-down approach where the main decision is regarding the allocation of assets among the different markets. For class A, the main markets for the fund's scope at the moment are Greece, Turkey, Romania and Bulgaria.

FUND MANAGER'S COMMENT

The AI build-out theme continued to dominate positive market sentiment in May, while risks of geopolitical escalation remained mostly ignored. Global equities (MSCI ACWI) rose by 5.50%, supported by strong earnings season and a wave of positive earnings revisions, especially in the US. The developed markets index MSCI World rose by 4.9% in EUR, with European equities lagging behind (+2.6%). Emerging markets markedly outperformed, up by 10.7%, thanks to the technology sector in Taiwan and South Korea. The regional MSCI EFM Europe + CIS rose by 3.4%, led by Greek and Polish equities, while Turkish stocks weighed down.

The Greek ASE index rose by 8.4%. Materials (+19.8%) and utilities (+18.0%) outperformed, while the heavyweight financial (+11.8%) and industrial (+10.4%) names in the index had the highest positive contribution. Bank 1Q earnings confirmed the positive outlook with continued growth in lending and accelerated fee income. The electrical utility company PPC raised EUR 4.5bn in new capital, with the offering being four and a times oversubscribed, demonstrating strong international institutional interest.

The Turkish BIST 100 index declined of 5.4% in local currency against the backdrop of new political turmoil, after the leader of the main opposition party (CHP) was removed by a final court decision. Foreign investors pulled back from the Turkish market during the second half of the month, with bonds and equities registering a net outflow of USD 420mn and USD 545mn, respectively. The Lira weakened by 0.9% against the Euro and 1.5% against the US Dollar.

The Romanian BET index was among the leaders in the region, adding 5.8% in local currency, but the Leu remained under pressure from political turmoil within the broad ruling coalition (-1.2% against the Euro). Among the key sectors, energy was up the most (+9.3%) despite the negative sentiment in the broader European energy sector amid the drop in oil prices. Utilities rose by 7.3%, and banks were up by 5.7%.

The Fund's Class A shares rose by 4.08%. Sector-wise, the industrials had the highest contribution, followed by financials, together generating more than half of the monthly return. On the other hand, technology equities lagged behind for a third consecutive month and were a drag on overall performance.



COUNTRY ALLOCATION

Bulgaria		45.36%
Greece		34.16%
Romania		10.40%
Cash		5.89%
Turkey		4.04%
Other		0.15%

SECTOR ALLOCATION

Financials		30.55%
IT		18.24%
Energy		12.56%
Industrials		12.15%
Consumer discretionary		7.20%
Cash		5.89%
Consumer staples		3.90%
Health care		3.09%
Utilities		2.46%
Real estate		2.17%
Materials		1.64%
Other		0.15%
Communication services		0.00%

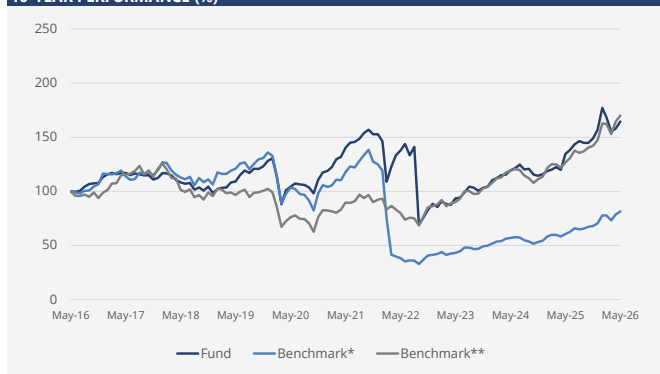
FUND FACTS

Fund Type	open-end
Fund Manager	Georgi Raykov
Fund Size	EUR 2.74 M
NAV per Share	EUR 1.1308
Fund Launch Date	04.10.2006
Benchmark*	MSCI EFM Europe&CIS
Benchmark**	MSCI EFM Europe + CIS ex RU
Currency	EUR
Subscription Fee	up to 1.50%
Management Fee	1.5 % NAV p.a.
Redemption fee	none
Minimum Investment	none

FUND IDENTIFIERS

ISIN	BG9000016063
Bloomberg Code	ADVEAEU.BU
Reuters Lipper	65095316
Valor	3079269
WICN-German	AOMXVY

10-YEAR PERFORMANCE (%)



Past performance is not a guarantee of future results.

PERFORMANCE*	Fund	Benchmark*	Benchmark**
1 month	4.08%	3.43%	3.42%
YTD	4.83%	15.59%	15.59%
1 year	22.26%	34.31%	34.31%
3 years p.a.	20.75%	23.61%	23.61%
5 years p.a.	3.23%	-7.13%	13.66%
10 years p.a.	5.10%	-2.04%	5.46%
Since Inception p.a.	0.63%	-3.98%	0.27%

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CALENDAR YEAR PERFORMANCE*	Fund	Benchmark*	Benchmark**
2025	35.38%	29.43%	29.43%
2024	11.08%	9.27%	9.27%
2023	20.64%	20.55%	20.55%
2022 (indicative)	-42.12%	-66.97%	-6.49%
2021	30.09%	18.34%	11.71%
2020	-8.31%	-22.29%	-19.20%
2019	29.88%	27.68%	6.91%
2018	-12.25%	-10.96%	-20.91%
2017	-0.73%	2.66%	22.39%
2016	11.90%	24.40%	-1.29%

*Annual performance since 03.01.2023 when class A was started

*The calculated yield is based on net asset value per unit and does not include issuance and redemption costs, according to the Fund's Rules and Prospectus.

The risks of investing in shares of the contract fund are market, interest, liquidity, currency, operational, settlement risk, legislative, concentration risk, etc. More information about the risks can be found in the fund's prospectus.

TOP 5 HOLDINGS

Holding name	Sector	Country
Shelly Group	IT	Bulgaria
HR Capital AD Sofia (bonds)	Financials	Bulgaria
Sirma Group Holding	IT	Bulgaria
EUROBANK SA	Financials	Greece
Motor Oil Hellas Corinth Refineries S.A.	Energy	Greece

Disclaimer: This is a marketing message. Please review the prospectus and key information document of the relevant fund before making an investment decision. The information is valid at the date of issue of the marketing material and may change in the future. The information provided does not constitute investment advice, advice, investment research or investment recommendation and should not be construed as such. The value of the Fund's units and the income from them may decline, profit is not guaranteed and investors bear the risk of not recovering their investment in full. Investments in funds are not guaranteed by a guarantee fund created by the state or by any other type of guarantee. Previous results of the activity have no connection with the future results of an investment company. Future results are subject to taxation depending on the personal circumstances of each investor and may change in future periods. The documents are available in Bulgarian on the website www.karollcapital.bg, and upon request they can be obtained free of charge in paper form at the office of the Management Company. The fund is actively managed and does not follow an index.

A summary of shareholder rights is available at https://karollcapital.bg/uploads/2023/Prava_na_pritejatelite.pdf

For further information visit: <https://karollcapital.bg/en/funds/2-advance-eastern-europe>